

Illinois Insurance

Published by the Illinois Department of Financial and Professional Regulation,
Division of Insurance

October 2004—#5

In this issue:

The Senior Health Insurance Program (SHIP)	1
Producer regulatory action	2
Staff designations announced	2
Company action	2
Pension funds Fall seminars and conferences held	2
Hearings	3
Exam reports filed	4

Illinois Insurance is the official regulatory newsletter of the Illinois Department of Financial and Professional Regulation, Division of Insurance, 320 West Washington Street, Springfield, IL 62767-0001; (217) 782-4515; TDD (217) 524-4872.

The newsletter is published bimonthly, and is mailed free of charge upon written request to the Editor. **Illinois Insurance** is also available on the Insurance Division's Web site at:
www.idfpr.com

Acting Director .. Deirdre K. Manna
Editor .. Sue Anders
Graphics .. Shelley McQuern



Illinois Insurance ISSN 0094-7660

The Senior Health Insurance Program (SHIP)

Questions about Medicare can be confusing, but the Senior Health Insurance Program, or SHIP, a free insurance counseling service sponsored by the Illinois Department of Financial and Professional Regulation, Division of Insurance, can help Medicare beneficiaries and their caregivers find answers to these questions.

SHIP recently received special recognition when Governor Blagojevich proclaimed September 6-10, 2004 as **SHIP Week** in Illinois to increase public awareness about the program. SHIP offices are affiliated with community organizations in nearly all Illinois counties; many communities throughout the state organized SHIP Week activities, from free health care screenings and expanded counseling hours to information booths in malls and grocery stores. SHIP also held conferences in Springfield, Collinsville, Chicago, and Rock Falls to recognize SHIP volunteers.

Since inception, SHIP has saved Illinois' Medicare beneficiaries over \$9 million through nearly 140,000 counseling ses-

sions statewide. SHIP maintains 180 locations throughout the state staffed by nearly 700 trained volunteer counselors. SHIP is **not** affiliated with any insurance company and volunteer counselors do not sell or solicit any type of insurance. SHIP also maintains a toll-free hotline to provide beneficiaries access to information and assistance about Medicare, Medicare supplement insurance, Medicare managed care plans, long term care insurance, retiree health plans, and prescription drug plans.

SHIP also provides information to the public about changes in Medicare laws. SHIP staff and volunteers are currently responding to a number of questions about the *Medicare Prescription Drug, Improvement and Modernization Act of 2003* and the prescription drug plans established by this federal law. To find out more about SHIP and the recent changes in Medicare, call toll-free 1-800-548-9034 or log on to **www.idfpr.com** on the Internet, click on *Insurance* and then click on *Senior Assistance*. ♦

Producer regulatory action

(Copies of regulatory orders are available upon written request to the Producer Regulatory Unit, for \$1/page. The number of pages are indicated in parentheses following the effective date.)

Stipulation and Consent Order-Civil Forfeiture Paid

Thomas Foster, Jr.
16401 Grant Avenue
Orland Park, IL 60467
Effective 8/30/04 (6)

William J. Schaper
2N 537 Pleasant
Glen Ellyn, IL 60137
Effective 9/14/04 (3)

W. J. Foster & Company, Inc.
11260 Southwest Highway
Suite 2E
Palos Hills, IL 60463
Effective 8/30/04 (6)

David M. Thomas
1788 Copperfield
Crystal Lake, IL 60014
Effective 9/14/04 (3)

William F. Hennings
PO Box 78
Frankfort, IL 60423
Effective 9/14/04 (3)

Samuel J. Trigillo
1800 Buhr Mill Court
Springfield, IL 62704
Effective 9/24/04 (4)

Denial of Producer License

Humbert Insurance Agency, Ltd.
188 Industrial Drive, Suite 430
Elmhurst, IL 60126
Effective 9/14/04 (3)

Steven V. Wilson
1910 South 2nd Street
Maywood, IL 60153
Effective 8/20/04 (6)

PeopLease Corporation
1321 Chuck Dawley Boulevard
Suite 102
Mount Pleasant, SC 29464
Effective 8/20/04 (3)

Suspension

Carl T. Douglas
9416 South Eggleston
Chicago, IL 60620
Effective 9/18/04 (2)♦

Staff designations announced

The following Division of Insurance staff members have recently earned professional designations awarded by the Society of Financial Examiners:

Katerina Bolbas, Examiner, **Certified Financial Examiner (CFE)**, 8/7/04; **Jun Jie Pan**, Examiner, **Certified Financial Examiner (CFE)**, 8/7/04; **Jack Williams**, Analyst, **Certified Financial Examiner (CFE)**, 8/7/04; and **Heedon Choi**, Examiner, **Certified Financial Examiner (CFE)**, 10/1/04.

The following Division of Insurance staff member has recently earned a designation awarded by the Life Office Management Association (LOMA):

Nancy Hernandez, Consumer Services, **Associate, Insurance Regulatory Compliance**, 6/04.♦

Company action

Market Conduct Fines

The following entities were issued a Stipulation and Consent Order and fined for Insurance Code violations and/or improper claims practices cited in an Illinois market conduct examination:

Indiana Insurance Company, IL, 8/02/04; \$20,000
Monumental Life Insurance Company, MD, 9/17/04; \$110,000
Nationwide Mutual Fire Insurance Company, IL, 9/07/04; \$25,000
Rockford Health Plans, IL, 8/09/04; \$20,000
West Bend Mutual Insurance Company, WI, 8/20/04; \$10,000♦

Pension funds Fall seminars and conferences held

The Public Pension staff of the Division of Insurance participated in seven conferences and seminars this Fall with organizations throughout the state to discuss police and firefighter pension fund issues, including the new additions to Article 4 (Firefighters Pension Fund) of the Illinois Pension Code. For further information regarding these and future events, please contact John McNutt at 217/524-7171.♦

Hearings

Scheduled Hearings:

Administrative Employer Group,
Inc.

Hearing No. 04-HR-0070

Revocation of leasing company
license 10/27/04

John R. Barrick

Hearing No. 04-HR-0756

Denial of licensing authority
10/05/04

Michael F. Bock

Hearing No. 04-HR-0187

Revocation of licensing authority
10/05/04

Hector H. Boyar

Hearing No. 04-HR-0895

Denial of licensing authority
11/04/04

Construction Employers Risk
Management Assoc.

Hearing No. 3920

WC assessment 12/16/04

ENH Medical Group, Inc.

Joseph Golbus, President

Norman S. Gutmann, M.D.

Hearing No. 04-HR-0175

Cease and desist 10/27/04

HealthOne, Inc.

USA Family Care

American Med Care

American Med One

Nationwide Benefits Association

Wes Long, CEO

Steven Whately, President

Family Care

Mike Rabie, President of National

Assn. of Preferred Providers

National Association of Preferred
Providers

Hearing No. 04-HR-0296

Cease and desist 10/26/04

Illinois Aggregate Producers Risk

Management Association

Hearing No. 3918

WC assessment 12/16/04

Illinois Cooperative Workers'
Compensation Group

Hearing No. 3916

WC assessment 12/16/04

Illinois Grocers Risk Mgmt. Assn.

Hearing No. 3902

WC assessment 12/10/04

Illinois Movers & Warehousemen

Risk Management Association

Hearing No. 3915

WC assessment 12/16/04

Illinois Non Profit Risk Mgmt. Assn.

Hearing No. 04-HR-0882

Notice of apparent liability

10/28/04

Illinois Non Profit Risk Mgmt. Assn.

Hearing No. 3904

WC assessment 12/16/04

Illinois Press Association Risk

Management Group

Hearing No. 3919

WC assessment 12/16/04

Illinois Restaurant Risk Mgmt. Assn.

Hearing No. 3913

WC assessment 12/16/04

Illinois State Ambulance Risk

Management Association

Hearing No. 3917

WC assessment 12/16/04

Michael Kacevicius

State Farm Insurance Company

Hearing No. 04-HR-0920

Cancellation 11/04/04

Ray E. Knickman II/Lori A. Dewitt

Midwest Integrity Underwriters

Agency, Inc.

Hearing No. 04-HR-0076

Revocation of licensing authority

10/06/04

Jeffrey D. Lamm

Hearing No. 04-HR-0083

Revocation of licensing authority

10/13/04

Leading Edge Group Holding
Corp.

Leading Edge Insurance Group,
Inc.

Michael A. Ward; JRSO, Inc.

Cory & Associates

Andrew C. Cory

Hearing No. 04-HR-0254

Cease and desist 10/13/04

McDonalds Operators Risk

Management Assoc., Inc.

Hearing No. 3912

WC assessment 2/23/05

Medical Access Group

Preferred Medical Access

Hearing No. 04-HR-0335

Cease and desist 10/19/04

Mid West Truckers Risk

Management Association

Hearing No. 3914

WC assessment 12/16/04

Murphysboro Police Pension
Fund

Hearing No. 04-HR-0747

Noncompliance 10/15/04

Corrine Francis Parks

AA&A Insurance Agency, Inc.

Hearing No. 04-HR-0867

Revocation of licensing authority

11/10/04

Peoria Area Chamber of

Commerce Trust

Hearing No. 3903

WC assessment 12/10/04

Kevin M. Price

Hearing No. 04-HR-0869

Denial of licensing authority

11/04/04

Workers Compensation Trust
of Illinois

Hearing No. 3906

WC assessment 12/16/04

Hearings (cont'd on pg. 4)

Hearings (cont'd from pg. 3):**Settled without Hearing:**

Galaxy Health Network, Inc.
Paul J. Shane, Jr., President
Dan Shade, VP
Pilar Kuramoto, Director of
Network Operations
Angela Hodges, Admin. Mgr.
Hearing No. 04-HR-0297
Stipulation and consent order
9/21/04

Innovative Healthcare
Phil Altieri
Hearing No. 04-HR-0258
Stipulation and consent order
9/27/04

National Health Care Center
Robert L. Jerrolds
Hearing No. 04-HR-0684
Stipulation and consent order
9/09/04

PeopLease Corporation
PLC Services, Inc.
Hearing No. 4124
Stipulation and consent order
8/20/04

United Security Life Insurance
Company of Illinois
Hearing No. 04-HR-22
Dismissed 8/04/04

Sandra J. Majewski
Hearing No. 04-HR-0344
Denial of license authority
rescinded 8/04/04

Curtis D. Mase
Hearing No. 04-HR-0242
Licensing authority revoked
9/30/04

Completed Hearings:

James P. McSweeney
Hearing No. 04-HR-0395
License shall be issued upon
successful completion of
probation and payment of all
fines 9/03/04

Steven V. Wilson
Hearing No. 04-HR-0346
Letter of denial of application for
license is sustained 8/20/04♦

Exam reports filed**Financial**

Affiliated Mutual Holding Co.
8/18/04
Belle Prairie Mutual Insurance Co.
8/18/04
Lanark Mutual Insurance Co.
9/23/04
Life Services Network Trust
9/17/04
Millers First Insurance Company,
formerly Millers Mutual Ins. Assn.
8/18/04
Polish Roman Catholic Union
of America
9/17/04
Potomac Insurance Co. of IL
9/21/04
Standard Mutual Insurance Co.
9/07/04

Market Conduct

American Family Life Ins. Co.
8/05/04
American Family Mutual Ins. Co.
8/05/04
CIGNA Healthcare of Illinois
8/02/04
Clarendon National Ins. Co.
9/17/04
Health Alliance Medical Plans
8/30/04
Indiana Insurance Company
8/02/04
Monumental Life Insurance Co.
9/17/04
Nationwide Mutual Fire Ins. Co.
9/07/04
Rockford Health Plans
8/09/04
West Bend Mutual Insurance Co.
8/20/04♦

Illinois Department of Financial and Professional Regulation
Division of Insurance
320 West Washington Street
Springfield, Illinois 62767

Address Service Requested

PRSRT STD
U.S. Postage
PAID
Springfield, IL 62767
Permit No. 821